Commonwealth of Kentucky Energy and Environment Cabinet Department for Environmental Protection Division for Air Quality 200 Fair Oaks Lane, 1st Floor Frankfort, Kentucky 40601 (502) 564-3999

AIR QUALITY PERMIT Issued under 401 KAR 52:040

Permittee Name: Goose Creek Energy, Inc.

Mailing Address: 667 Goose Creek Road, P.O. Box 226

Eastern, KY 41622

Source Name: Goose Creek Preparation Plant

Mailing Address: Goose Creek Road

Eastern, KY 41622

Source Location: Goose Creek Road

Permit ID: S-09-011 Agency Interest #: 71054

Activity ID: APE20090001

Review Type: Minor Source, Construction / Operating

Source ID: 21-071-00166

Regional Office: Hazard Regional Office

233 Birch Street, Suite 2 Hazard, KY 41701-2179

(606) 435-6022

County: Floyd

Application

Complete Date: January 26, 2009
Issuance Date: March 31, 2009

Revision Date: N/A

Expiration Date: March 31, 2019

John S. Lyons, Director Division for Air Quality

Revised 08/28/08

Permit Number: <u>S-09-011</u> **Page:** <u>1</u> **of** <u>16</u>

SECTION A - PERMIT AUTHORIZATION

Pursuant to a duly submitted application the Kentucky Division for Air Quality hereby authorizes the operation of the equipment described herein in accordance with the terms and conditions of this permit. This permit has been issued under the provisions of Kentucky Revised Statutes Chapter 224 and regulations promulgated pursuant thereto.

The permittee shall not construct, reconstruct, or modify any affected facilities without first submitting a complete application and receiving a permit for the planned activity from the permitting authority, except as provided in this permit or in 401 KAR 52:040, State-origin permits.

Issuance of this permit does not relieve the permittee from the responsibility of obtaining other permits, licenses, or approvals that may be required by the Cabinet or other federal, state, or local agencies.

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS

COAL PREPARATION PLANT:

01 (-) Truck Dump (Raw Coal)

(Maximum Rated Capacity – 200 tons/hour)

[Receiving to Raw Coal Stockpile (01)]

Constructed: 2005

Control: Water Spray

(01) Receiving Hopper (Under Stockpile (01)

(Maximum Rated Capacity – 200 tons/hour)

[From Stockpile (01) to Conveyor (-)]

Constructed: 2005

Control: Wet Suppression

(-) Conveyor and Transfer Points

(Undergound Reclaim Tunnel – No Emissions) (Maximum Rated Capacity – 200 tons/hour) [From Receiving Hopper (01) to Conveyor (02)]

Constructed: 2005

Control: Wet Suppression

(02) Conveyor and Transfer Points (No. 1 Raw Coal) (36" x 190")

(Maximum Rated Capacity – 200 tons/hour)

[From Undergound Reclaim Tunnel (-) to Primary Crusher (03)]

Constructed: 2005

Control: Wet Suppression

(03) Primary Crusher

 $(Maximum\ Rated\ Capacity-200\ tons/hour)$

[From Conveyor (02) to Conveyor (04)]

Constructed: 2005

Control: Wet Suppression

(04) Conveyor and Transfer Points (No. 2 Raw Coal) (36'' x 140')

(Maximum Rated Capacity – 200 tons/hour)

[From Primary Crusher (03) to Deslime Screen (05)]

Constructed: 2005

Control: Wet Suppression

(05) Screen (8' x 16' Double-Deck Deslime)

(Maximum Rated Capacity – 200 tons/hour)

[From Conveyor (04) to Jig Wash Plant (06) and Deslime Sump & Pump

(19)]

Constructed: 2005

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

COAL PREPARATION PLANT: (CONTINUED)

01 (06) Wash Plant (Wet Process – No Emissions)

(Maximum Rated Capacity – 200 tons/hour)

[From Screen (05) to Screen (07), Coarse Refuse Conveyor (17), and

Thickener (26)]

Constructed: 2005

Control: Wet Process

(07) Screen (6' x 16' Double-Deck)

(Wet Process – No Emissions)

(Maximum Rated Capacity – 200 tons/hour)

[From Jig Wash Plant (06) to Conveyor (08) and Thickener (26)]

Constructed: 2005

Control: Wet Suppression

(08) Conveyor and Transfer Points (Clean Coal) (36" x 70")

(Maximum Rated Capacity – 200 tons/hour)

[From Screen (07) and Conveyor (24) to Screen (09)]

Constructed: 2005

Control: Wet Suppression

(-) Truck Loadout (Fine Clean Coal)

(Maximum Rated Capacity – 200 tons/hour)

[From Stockpile (16)]

Constructed: 2005

Control: Wet Suppression

(11) Conveyor and Transfer Points (Stoker Coal) (36" x 100")

(Maximum Rated Capacity – 200 tons/hour)

[From Screen (09) to Stockpile (12)]

Constructed: 2005

Control: Wet Suppression

(-) Truck Loadout (Stoker Coal)

(Maximum Rated Capacity – 200 tons/hour)

[From Stockpile (12)]

Constructed: 2005

Control: Wet Suppression

(13) Conveyor and Transfer Points (Oversize Clean Coal) (36" x 100")

(Maximum Rated Capacity – 200 tons/hour)

[From Screen (09) to Stockpile (14)]

Constructed: 2005

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

COAL PREPARATION PLANT: (CONTINUED)

01 (-) Truck Loadout (Oversize Clean Coal)

(Maximum Rated Capacity – 200 tons/hour)

[From Stockpile (14)]

Constructed: 2005

Control: Wet Suppression

(17) Conveyor and Transfer Points (Coarse Refuse) (36" x 60")

(Maximum Rated Capacity – 200 tons/hour)

[From Jig Wash Plant (06) and High Frequency Screen (25) to Stockpile

(18)

Constructed: 2005

Control: Wet Suppression

(-) Truck Loadout (Coarse Refuse)

(Maximum Rated Capacity – 200 tons/hour)

[From Stockpile (18)]

Constructed: 2005

Control: Wet Suppression

ADDITIONS TO THE SOURCE:

04 (09) Screen (6' x 16' Double-Deck)

(Maximum Rated Capacity – 200 tons/hour)

[From Conveyor (08) to Conveyors (10), (11), and (13)]

Constructed: 2008

Control: Wet Suppression

(10) Conveyor and Transfer Points (Fine Clean Coal) (36" x 16")

(Maximum Rated Capacity – 200 tons/hour)

[From Screen (09) to Conveyor (15)]

Constructed: 2008

Control: Wet Suppression

(15) Conveyor and Transfer Points (Fine Clean Coal) (36" x 50")

(Maximum Rated Capacity – 200 tons/hour)

[From Conveyor (10) to Stockpile (16)]

Constructed: 2008

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

COAL PREPARATION PLANT: (CONTINUED)

ADDITIONS TO THE SOURCE: (CONTINUED)

04 (19) Deslime Sump and Pump

(Wet Process – No Emissions)

(Maximum Rated Capacity – 200 tons/hour)

[From Deslime Screen (05) to Multitech Cyclones (20)]

Constructed: 2008

Control: Wet Suppression

(20) Multitech Cyclones (Bank of 6)

(Wet Process – No Emissions)

(Maximum Rated Capacity – 200 tons/hour)

[From Deslime Sump and Pump (19) to Dewatering Screen (25) and

Fines Classifying Sump and Pump (21)]

Constructed: 2008

Control: Wet Suppression

(25) Screen (2' x 7' High Frequency Fine Refuse Dewatering)

(Maximum Rated Capacity – 200 tons/hour)

[From Multitech Cyclones (20) to Conveyor (17) and Fines Classifying

Sump and Pump (21)] Constructed: 2008

Control: Wet Suppression

(21) Fines Classifying Sump and Pump

(Maximum Rated Capacity – 200 tons/hour)

[From Multitech Cyclones (20) and Dewatering Screen (25) to Fines

Classifying Cyclones (22)]

Constructed: 2008

Control: Wet Suppression

(22) Fines Classifying Cyclones (Bank of 4)

(Maximum Rated Capacity – 200 tons/hour)

[From Fines Classifying Sump and Pump (21) to Thickener (26) and

Clean Coal CMI Dryer (23)]

Constructed: 2008

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

COAL PREPARATION PLANT: (CONTINUED)

ADDITIONS TO THE SOURCE:

04 (23) CMI Centrifugal Dryer (Clean Coal)

(Maximum Rated Capacity – 200 tons/hour)

[From Fines Classifying Cyclones (22) to Thickener (26) and Conveyor

(24)]

Constructed: 2008

Control: Wet Suppression

(24) Conveyor and Transfer Points (-1/8" Clean Coal) (36" x 16")

(Maximum Rated Capacity – 200 tons/hour)

[From CMI Centrifugal Dryer (23) to Conveyor (08)]

Constructed: 2008

Control: Wet Suppression

(26) Thickener (Parby 33' Diameter)

(Wet Process – No Emissions)

(Maximum Rated Capacity – 200 tons/hour)

From All water sources throughout the plant to Belt Press (27)]

Constructed: 2008

Control: Wet Suppression

(27) Belt Press (Wet Process – No Emissions)

(Maximum Rated Capacity – 200 tons/hour)

[From Thickener (26) to Thickener (26) and Conveyor (28)]

Constructed: 2008

Control: Wet Suppression / Enclosed in a Building

(28) Conveyor and Transfer Points (Thickener Underflow) (36" x 30")

(Maximum Rated Capacity – 200 tons/hour)

[From Belt Press (28) to Stockpile (29)]

Constructed: 2008

Control: Wet Suppression

(-) Truck Loadout (Fine Refuse)

(Maximum Rated Capacity – 200 tons/hour)

[From Stockpile (29)]

Constructed: 2008

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

APPLICABLE REGULATIONS:

State Regulation 401 KAR 60:005, Standards of performance for new stationary sources, which incorporates by reference 40 CFR 60.250 (40 CFR 60, Subpart Y), applies to each of the affected facilities listed above.

1. **Operating Limitations**:

N/A

2. <u>Emission Limitations</u>:

Fugitive emissions from the one truck dump, emission point 01 (-); the one receiving hopper, emission point 01 (01); the eleven conveyor and transfer points, emission points 01 (02), (04), (08), (11), (13), (17), (-), 04 (10), (15), (24), and (28); the one primary crusher, emission point 01 (03); the four screens, emission points 01 (05), (07), 04 (09), and (25); the one wash plant, emission point 01 (06); the five truck loadouts, emission points, 01 (-), and 04 (-); the two sump and pump, emission points 04 (19) and (21); the two cyclone banks, emission points 04 (20) and (22); the one centrifugal dryer, emission point 04 (23); the one thickener, emission point 04 (26); and the one belt press, emission point 04 (27); shall not exhibit greater than twenty percent (20%) opacity, each, as specified in 40 CFR 60.252(c).

Compliance Demonstration Method:

- a. In determining compliance with the opacity standards as listed above, the owner or operator shall use, as directed by 40 CFR 60.254(b)(2), Method 9 and the procedures as described in 40 CFR 60.11.
- b. See Section C, General Condition 6.a.

3. Testing Requirements:

See Section C, General Condition 7.c.

4. **Monitoring Requirements:**

See Section C, General Condition 6.a.

5. Recordkeeping Requirements:

See Section C, General Conditions 2.a., 2.b., and 6.a.

6. Reporting Requirements:

See Section C, General Conditions 3.a., 3.b., 3.c., 6.b., and 7.b.

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

STOCKPILES AND HAUL ROAD AND YARD AREA

02 (01) Stockpile (Open) [Raw Coal from Truck Dump (-)]

Control: Water Spray

(12) Stockpile (Open) [Stoker Coal from Conveyor (11)]

Control: Water Spray

(14) Stockpile (Open) [Oversize (2 x 0) Clean Coal from Conveyor 13)]

Control: Water Spray

(16) Stockpile (Open) [Fine Clean Coal from Conveyor (15)]

Control: Water Spray

(18) Stockpile (Open) [Coarse Refuse Coal from Conveyor (17)]

Control: Water Spray

Haul Road and Yard Area:

03 (-) Haul Road and Yard Area (Unpaved 0.2 mile)

Control: Water Spray

ADDITIONS TO THE SOURCE:

Stockpiles:

05 (29) Stockpile (Open) [Fine Refuse Coal from Conveyor (28)]

Control: Water Spray

APPLICABLE REGULATIONS:

State Regulation 401 KAR 63:010, Fugitive emissions, applies to each of the affected facilities listed above.

1. **Operating Limitations:**

N/A

2. Emission Limitations:

a. The materials processed at each affected facility listed above shall be controlled with wet suppression, enclosures, and/or dust collection equipment so as to comply with the requirements specified in Regulation 401 KAR 63:010, Fugitive emissions, Section 3. Standards for fugitive emissions.

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

2. <u>Emission Limitations</u>: (Continued)

- b. Pursuant to Regulation 401 KAR 63:010, Section 3 (1), no person shall cause, suffer, or allow any material to be handled, processed, transported, or stored; a building or its appurtenances to be constructed, altered, repaired, or demolished, or a road to be used without taking reasonable precaution to prevent particulate matter from becoming airborne. Such reasonable precautions shall include, when applicable, but not be limited to the following:
 - 1) Use, where possible, of water or chemicals for control of dust in the demolition of existing buildings or structures, construction operations, the grading of roads or the clearing of land;
 - 2) Application and maintenance of asphalt, oil, water, or suitable chemicals on roads, materials stockpiles, and other surfaces which can create airborne dusts;
 - 3) Installation and use of hoods, fans, and fabric filters to enclose and vent the handling of dusty materials, or the use of water sprays or other measures to suppress the dust emissions during handling. Adequate containment methods shall be employed during sandblasting or other similar operations.
 - 4) Covering, at all times when in motion, open bodied trucks transporting materials likely to become airborne;
 - 5) The maintenance of paved roadways in a clean condition;
 - 6) The prompt removal of earth or other material from a paved street which earth or other material has been transported thereto by trucking or earth moving equipment or erosion by water.
- c. Pursuant to Regulation 401 KAR 63:010, Section 3 (2), no person shall cause or permit the discharge of visible fugitive dust emissions beyond the lot line of the property on which the emissions originate.
- d. Pursuant to Regulation 401 KAR 63:010, Section 3 (3), when dust, fumes, gases, mist, odorous matter, vapors, or any combination thereof escape from a building or equipment in such a manner and amount as to cause a nuisance or to violate any administrative regulation, the Secretary may order that the building or equipment in which processing, handling and storage are done be tightly closed and ventilated in such a way that all air and gases and air or air-borne material leaving the building or equipment are treated by removal or destruction of air contaminants before discharge to the open air.
- e. Pursuant to Regulation 401 KAR 63:010, Section 4, Additional Requirements, in addition to the requirements of Section 3 of this regulation, the following shall apply:
 - 1) Pursuant to Regulation 401 KAR 63:010, Section 4 (1), open bodied trucks, operating outside company property, transporting materials likely to become airborne shall be covered at all times when in motion.

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SECTION B - EMISSION POINTS, EMISSIONS UNITS, APPLICABLE REGULATIONS, AND OPERATING CONDITIONS (CONTINUED)

2. <u>Emission Limitations</u>: (Continued)

e. 2) Pursuant to Regulation 401 KAR 63:010, Section 4 (4), no one shall allow earth or other material being transported by truck or earth moving equipment to be deposited onto a paved street or roadway.

Compliance Demonstration Method:

See Section C, General Condition 6.a.

3. <u>Testing Requirements</u>:

See Section C, General Condition 7.c.

4. **Monitoring Requirements:**

See Section C, General Condition 6.a.

5. Recordkeeping Requirements:

See Section C, General Conditions 2.a., 2.b., and 6.a.

6. Reporting Requirements:

See Section C, General Conditions 3.a., 3.b., 3.c., 6.b., and 7.b.

Permit Number: <u>S-09-011</u> **Page:** <u>11</u> **of** <u>16</u>

SECTION C - GENERAL CONDITIONS

1. Administrative Requirements

a. The permittee shall comply with all conditions of this permit. Noncompliance shall be a violation of 401 KAR 52:040, Section 3(1)(b) and is grounds for enforcement action including but not limited to the termination, revocation and reissuance, or revision of this permit.

- b. This permit shall remain in effect for a fixed term of ten (10) years following the original date of issue. Permit expiration shall terminate the source's right to operate unless a timely and complete renewal application has been submitted to the Division at least six months prior to the expiration date of the permit. Upon a timely and complete submittal, the authorization to operate within the terms and conditions of this permit, including any permit shield, shall remain in effect beyond the expiration date, until the renewal permit is issued or denied by the Division. [401 KAR 52:040, Section 15]
- c. Any condition or portion of this permit, which becomes suspended or is ruled invalid as a result of any legal or other action shall not invalidate any other portion or condition of this permit. [Section 1a,11 of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23]
- d. Pursuant to materials incorporated by reference by 401 KAR 52:040, this permit may be revised, revoked, reopened, reissued, or terminated for cause. The filing of a request by the permittee for any permit revision, revocation, reissuance, or termination, or of a notification of a planned change or anticipated noncompliance shall not stay any permit condition. [Section 1a, 4 and 5, of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23]
- e. This permit does not convey property rights or exclusive privileges. [Section 1a, 8 of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23]
- f. Nothing in this permit shall alter or affect the liability of the permittee for any violation of applicable requirements prior to or at the time of permit issuance. [401 KAR 52:040 Section 11(3)]
- g. This permit shall be subject to suspension at any time the permittee fails to pay all fees within 90 days after notification as specified in 401 KAR 50:038, Air emissions fee. The permittee shall submit an annual emissions certification pursuant to 401 KAR 52:040, Section 20.
- h. All previously issued permits to this source at this location are hereby null and void.

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SECTION C - GENERAL CONDITIONS (CONTINUED)

2. Recordkeeping Requirements

a. Records of all required monitoring data and support information, including calibrations, maintenance records, and original strip chart recordings, and copies of all reports required by the Division for Air Quality, shall be retained by the permittee for a period of at least five years and shall be made available for inspection upon request by any duly authorized representative of the Division for Air Quality. [401 KAR 52:040 Section 3(1)(f) and Section 1b, IV. 2 of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23]

b. The permittee shall perform compliance certification and recordkeeping sufficient to assure compliance with the terms and conditions of the permit. Documents, including reports, shall be certified by a responsible official pursuant to 401 KAR 52:040, Section 21.

3. Reporting Requirements

- a. 1) In accordance with the provisions of 401 KAR 50:055, Section 1, the permittee shall notify the Regional Office listed on the front of this permit concerning startups, shutdowns, or malfunctions as follows:
 - a) When emissions during any planned shutdowns and ensuing startups will exceed the standards, notification shall be made no later than three (3) days before the planned shutdown, or immediately following the decision to shut down, if the shutdown is due to events which could not have been foreseen three (3) days before the shutdown.
 - b) When emissions due to malfunctions, unplanned shutdowns and ensuing startups are or may be in excess of the standards, notification shall be made as promptly as possible by telephone (or other electronic media) and shall cause written notice upon request.
 - 2) The permittee shall promptly report deviations from permit requirements including those attributed to upset conditions [other than emission exceedances covered by Reporting Requirement condition 1 a) above], the probable cause of the deviation, and corrective or preventive measures taken; to the Regional Office listed on the front of this permit within 30 days. Other deviations from permit requirements shall be included in the semiannual report. [Section 1b, V. 3 of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23]
- b. The permittee shall furnish information requested by the Cabinet to determine if cause exists for modifying, revoking and reissuing, or terminating the permit; or to determine compliance with the permit. [Section 1a, 6 of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23].

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SECTION C - GENERAL CONDITIONS (CONTINUED)

3. Reporting Requirements (Continued)

c. Summary reports of monitoring required by this permit shall be submitted to the Regional Office listed on the front of this permit at least every six (6) months during the life of this permit. For emission units that were still under construction or which had not commenced operation at the end of the 6-month period covered by the report and are subject to monitoring requirements in this permit, the report shall indicate that no monitoring was performed during the previous six months because the emission unit was not in operation. The summary reports are due January 30th and July 30th of each year. All deviations from permit requirements shall be clearly identified in the reports. All reports shall be certified by a responsible official pursuant to 401 KAR 52:040, Section 21.

4. Inspections

In accordance with the requirements of 401 KAR 52:040, Section 3(1)(f) the permittee shall allow authorized representatives of the Cabinet to perform the following during reasonable times. Reasonable times are defined as during all hours of operation, during normal office hours; or during an emergency.

- a. Enter upon the premises to inspect any facility, equipment (including air pollution control equipment), practice, or operation.
- b. To access and copy any records required by the permit.
- c. Inspect any facilities, equipment (including monitoring and pollution control equipment), practices, or operations required by the permit.
- d. Sample or monitor substances or parameters to assure compliance with the permit or any applicable requirements.

5. Emergencies/Enforcement Provisions

- a. The permittee shall not use as defense in an enforcement action, the contention that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance. [Section 1a, 3 of the *Cabinet Provisions and Procedures for Issuing State-Origin Permits* incorporated by reference in 401 KAR 52:040 Section 23]
- b. An emergency shall constitute an affirmative defense to an action brought for the noncompliance with the technology-based emission limitations if the permittee demonstrates through properly signed contemporaneous operating logs or relevant evidence that:
 - 1) An emergency occurred and the permittee can identify the cause of the emergency;
 - 2) The permitted facility was at the time being properly operated;

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SECTION C - GENERAL CONDITIONS (CONTINUED)

5. <u>Emergencies/Enforcement Provisions</u> (Continued)

b. 3) During an emergency, the permittee took all reasonable steps to minimize levels of emissions that exceeded the emissions standards or other requirements in the permit; and

- 4) The permittee notified the Division as promptly as possible and submitted written notice of the emergency to the Division within two working days after the time when emission limitations were exceeded due to the emergency and included a description of the emergency, steps taken to mitigate emissions, and corrective actions taken.
- c. Emergency provisions listed in General Condition 5.b. are in addition to any emergency or upset provision contained in an applicable requirement. [401 KAR 52:040, Section 22(1)]
- d. In an enforcement proceeding, the permittee seeking to establish the occurrence of an emergency shall have the burden of proof. [401 KAR 52:040, Section 22(2)]

6. <u>Compliance</u>

- a. Periodic testing or instrumental or non-instrumental monitoring, which may consist of record keeping, shall be performed to the extent necessary to yield reliable data for purposes of demonstration of continuing compliance with the conditions of this permit. For the purpose of demonstration of continuing compliance, the following guidelines shall be followed:
 - 1) Pursuant to 401 KAR 50:055, General compliance requirements, Section 2(5), all air pollution control equipment and all pollution control measures proposed by the application in response to which this permit is issued shall be in place, properly maintained, and in operation at any time an affected facility for which the equipment and measures are designed is operated, except as provided by 401 KAR 50:055, Section 1.
 - 2) All the air pollution control systems shall be maintained regularly in accordance with good engineering practices and the recommendations of the respective manufacturers. A log shall be kept of all routine and nonroutine maintenance performed on each control device. Daily observations are required during daylight hours of all operations, control equipment and any visible emissions to determine whether conditions appear to be either normal or abnormal. If the operations, controls and/or emissions appear abnormal, the permittee must then comply with the requirements of Section C General Conditions, 3.a.2), of this permit.
 - 3) A log of the monthly production rates shall be kept available at the facility. Compliance with the emission limits may be demonstrated by computer program (spread sheets), calculations or performance tests as may be specified by the Division. [401 KAR 50:055, Section 2].

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SECTION C - GENERAL CONDITIONS (CONTINUED)

6. <u>Compliance</u> (Continued)

- b. Pursuant to 401 KAR 52:040, Section 19, the permittee shall certify compliance with the terms and conditions contained in this permit by January 30th of each year, by completing and returning a Compliance Certification Form (DEP 7007CC) (or an approved alternative) to the Regional Office listed on the front of this permit in accordance with the following requirements:
 - 1) Identification of the term or condition;
 - 2) Compliance status of each term or condition of the permit;
 - 3) Whether compliance was continuous or intermittent;
 - 4) The method used for determining the compliance status for the source, currently and over the reporting period; and
 - 5) For an emissions unit that was still under construction or which has not commenced operation at the end of the 12-month period covered by the annual compliance certification, the permittee shall indicate that the unit is under construction and that compliance with any applicable requirements will be demonstrated within the timeframes specified in the permit.
 - 6) The certification shall be postmarked by January 30th of each year. Annual compliance certifications should be mailed to the following addresses:

Division for Air Quality
Hazard Regional Office
Central Files
233 Birch Street, Suite 2
Hazard, KY 41701-2179
Division for Air Quality
Central Files
200 Fair Oaks Lane, 1st Floor
Frankfort, KY 40601

- c. Permit Shield A permit shield shall not protect the owner or operator from enforcement actions for violating an applicable requirement prior to or at the time of permit issuance. Compliance with the conditions of this permit shall be considered compliance with all:
 - 1) Applicable requirements that are included and specifically identified in this permit; or
 - 2) Non-applicable requirements expressly identified in this permit. [401 KAR 52:040, Section 11].

7. New Construction Requirements:

Pursuant to a duly submitted application the Kentucky Division for Air Quality hereby authorizes the construction of the equipment described herein, two screens, emission point 04 (09) and (25); four conveyors and transfer points, emission points 04 (10), (15), (24), and (28); two sump and pump, emission points 04 (19) and (21); two cyclones, emission points 04 (20) and (22); one thickener, emission point 04 (26); one belt press, emission point 04 (27); one truck loadout, emission point 04 (-); one dryer, emission point 0X (23); and one stockpile, emission point 05 (29); in accordance with the terms and conditions of this permit.

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SECTION C - GENERAL CONDITIONS (CONTINUED)

7. New Construction Requirements: (Continued)

a. Pursuant to 401 KAR 52:040, Section 12(3), unless construction is commenced on or before 18 months after the date of issue of this permit, or if construction is commenced and then stopped for any consecutive period of 18 months or more, or is not completed within a reasonable timeframe, then the construction and operating authority granted by this permit for those affected facilities for which construction was not completed shall immediately become invalid. Upon a written request, the cabinet may extend these time periods if the source shows good cause.

- b. Pursuant to 401 KAR 52:040, Section 12(4)(a) and 401 KAR 59:005, General provisions, Section 3(1), within 30 days following construction commencement, within 15 days following start-up and attainment of maximum production rate, or within 15 days following the issuance date of this permit, whichever is later, the owner and/or operator of the affected facilities specified on this permit shall furnish to the Regional Office listed on the front of this permit, with a copy to the Division's Frankfort Central Office, the following:
 - 1) Date when construction commenced.
 - 2) Start-up date of each of the affected facilities listed on this permit.
 - 3) Date when maximum production rate was achieved.
- c. 1) Pursuant to 401 KAR 59:005, General provisions, Section 2(1), this permit shall allow operation for compliance demonstration) of the affected facilities listed herein. However, within 60 days after the issuance date of this permit or the date of achieving the maximum production rate at which the affected facilities will be operated, whichever is later, but no later than 180 days after initial start-up of such facilities, or the issuance date of this permit, whichever is later, the owner or operator shall demonstrate compliance to a duly authorized representative of the Division.
 - 2) Pursuant to 401 KAR 59:005, General provisions, Section 3(1)(b), unless notification and justification to the contrary are received by this Division, the date of achieving the maximum production rate at which the affected facilities will be operated shall be deemed to be 30 days after initial start-up.
- d. Operation of the affected facilities authorized by this permit shall not commence until compliance with applicable standards specified herein has been demonstrated in accordance with the requirements of 401 KAR 52:040, Section 12(4)(b). Until compliance is demonstrated, the source may only operate for the purpose of demonstrating compliance.